

NEWTON

1000 Commonwealth Avenue, Newton Centre, MA 02459-1449

Phone 617-796-1095

Fax 617-796-1098

Board Meeting Third Wednesday of the month at 3:00 pm

Board Members Nunzio J. Piselli (Chairperson), Paul Bianchi, Francis P. Capello, Jr., Richard C. Heidlage, David C. Wilkinson

Board Administrator Kelly Byrne

ACTUARIAL

Funded Ratio 66.7%

Date of Last Valuation 1/04

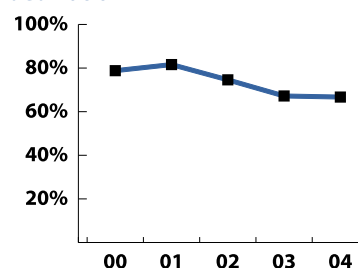
Actuary Mellon

Assumed Rate of Return 8.00%

Funding Schedule Increasing 4.5%
Year Fully Funded 2028

Active Members 1,741
Retired Members 1,273

Funded Ratio



INVESTMENT

2004 Return 12.66%

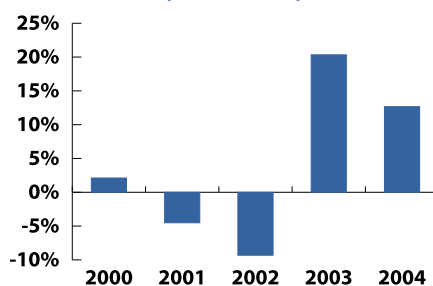
2004 Target Return 9.00%

2004 Market Value \$238.8M

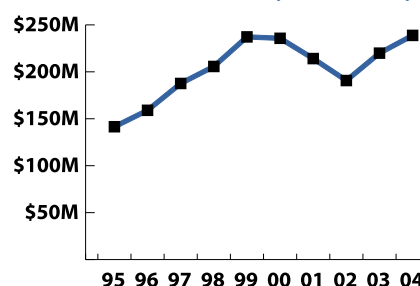
2000-2004 Return (Annualized) 3.69%

1985-2004 Return (Annualized) 10.23%

Investment Return (2000 - 2004)



Asset Growth - Market Value (1995 - 2004)



INVESTMENT VENDORS

Domestic Equity

- Babson Capital Management LLC
- Franklin Portfolio Associates EB Core Mid Cap Stock Fund
- Freedom Equity Style Fund
- Freedom Large Cap Value Fund
- Mellon EB Large Cap Growth Fund

International Equity

- Boston Company International Equity Fund
- SSgA Daily International Alpha Securities Lending Fund

Fixed Income

- Wellington Trust Co.-CIF II Core Bond Fund
- Wellington Trust Co.-CIF II Upper Tier High Yield Portfolio

Real Estate

- Carey Corporate Properties Associates Fund 15
- Fidelity Real Estate Asset Manager III, L.P.
- Fidelity Real Estate Growth Fund II, L.P.
- Prudential Real Estate Investors (PRISA Fund)

Consultant

- Segal Advisors

Custodian

- Mellon Trust